

599 - O. C. SPECIAL FINANCING AUTHORITY DEBT SERVICE

Operational Summary

Description:

To make timely debt service payments on the 1995 Orange County Special Financing Authority Teeter Plan Revenue Bonds and to transfer surplus revenues to County General Fund 100 Agency 016 as provided for in the Second Amended Modified Plan of Adjustment. The surplus transfer to Agency 016 ended in FY 2000-2001, future surplus transfers will be made to Fund 100, Agency 100.

In 1995 the Orange County Special Financing Authority issued \$155,000,000 of revenue backed bonds: Series A (taxable) \$32,375,000; Series B, \$20,625,000; Series C, \$34,000,000; Series D, \$34,000,000; and Series E, \$34,000,000. The proceeds of the bonds were used to pay the holders of the County's 1994-95 Teeter Notes and to fund an on-going Teeter Program.

The use of long term bonds to fund the Teeter Program is unique to Orange County and is authorized by special State statute. The Teeter program is an alternate secured property tax distribution plan. Normally the secured property taxes actually collected by a County are distributed to taxing agen-

cies (e.g. school districts), resulting in less than 100% of the tax levy being distributed because of delinquencies. Under the Teeter Plan, the County distributes 100% of the levy to the taxing agencies and in exchange receives the right to keep the delinquent taxes, penalties and interest.

The Orange County Special Financing Authority was set up in 1995 to administer the Teeter Plan in Orange County. The penalties and interest collected on tax defaulted properties provide the revenue to pay the debt service on the Teeter Bonds and, if available, surplus revenue is released to the County General Fund. The Board of Directors of the Authority are the members of the Orange County Board of Supervisors.

As of November 30, 2002, \$123,725,000 in principal was outstanding from all five series. The Teeter Bonds will be paid off in 2014.

At a Glance:

Total FY 2002-2003 Actual Expenditure + Encumbrance:	45,295,743
Total Final FY 2003-2004 Budget:	168,915,242
Percent of County General Fund:	N/A
Total Employees:	0.00

Strategic Goals:

- Make timely debt service payments and provide surplus revenue for the bankruptcy recovery as contemplated in the County's Second Amended Modified Plan of Adjustment.

Fiscal Year FY 2002-2003 Key Project Accomplishments:

- Made debt service payments on a timely basis.

Budget Summary

Plan for Support of the County's Strategic Priorities:

Make annual transfers of surplus cash to the General Fund.

Final Budget and History:

Sources and Uses	FY 2001-2002 Actual Exp/Rev	FY 2002-2003 Budget As of 6/30/03	FY 2002-2003 Actual Exp/Rev ⁽¹⁾ At 6/30/03	FY 2003-2004 Final Budget	Change from FY 2002-2003 Actual	
					Amount	Percent
Total Revenues	202,328,285	159,768,130	170,427,311	168,915,242	(1,512,069)	-0.89
Total Requirements	77,760,154	159,768,130	45,236,674	168,915,242	123,678,568	273.40
Balance	124,568,130	0	125,190,637	0	(125,190,637)	-100.00

(1) Amounts include prior year expenditures and exclude current year encumbrances. Therefore, the totals listed above may not match Total FY 2002-03 Actual Expenditure + Encumbrance included in the "At a Glance" section.

Detailed budget by expense category and by activity is presented for agency: O. C. Special Financing Authority Debt Service in the Appendix on page 703.

9C1 Major Activities

The purpose of these funds is to provide for debt service of bonds issued on behalf of the Assessment Districts.

9C1 Funds

Agency Number	Assessment Districts	FY 2003-2004 Appropriations		FY 2003-2004 Revenue	
433	Golden Lantern Reassess. Dist. 94-1 Debt Service	\$	1,962,859	\$	5,204,859
507	Irvine Coast Assess. District 88-1 -Debt Service		19,372,532		22,160,420
525	Assess. Dist. 01-1 Newport Coast IV - Debt Serv.		3,955,000		3,955,000
551	Assess. Dist. 92-1 Newport Ridge - Debt Service		1,050,000		1,900,306

9C2 Major Activities

The purpose of these funds is to provide for debt service of bonds issued on behalf of the Orange County Development Agency.

9C2 Funds

Agency Number	OC Development Agency	FY 2003-2004 Appropriations		FY 2003-2004 Revenue	
172	OCDA Debt Service (Santa Ana Heights)	\$	9,843,156	\$	14,865,670
427	OCDA (NDAPP) - Debt Service		10,381,882		18,701,537

9C3 Major Activities

The purpose of these funds is to provide for debt service of bonds issued on behalf of the Community Facilities Districts.

9C3 Funds

Agency Number	Community Facility Districts	FY 2003-2004 Appropriations		FY 2003-2004 Revenue	
479	CFD 99-1 Series A of 1999 Ladera - Debt Service	\$	1,828,962	\$	4,540,962
482	Special Mello-Roos Reserve		1,625,000		35,153,430
484	Rancho Santa Margarita CFD 86-2 - Debt Service		1,978,292		4,464,488
487	Ladera CFD 2002-01 Debt Service		6,750,000		13,550,000
488	S. Margarita CFD 86-1 (Series 1988) - Debt Serv.		3,477,861		7,253,078
490	Dimensions/Serrano Creek CFD 87-1 - Debt Service		1,221,380		2,183,880
492	Mission Viejo CFD 87-3 (A) - Debt Service		5,244,079		12,529,079
494	Aliso Viejo CFD 88-1 - Debt Service		20,896,754		46,912,954
496	Lomas Laguna CFD 88-2 - Debt Service		343,198		517,523
501	R. Santa Margarita CFD 87-5(A) - Debt Service		1,262,943		2,237,943
503	Portola Hills CFD 87-2(A) - Debt Service		2,589,897		5,852,299
505	Foothill Ranch CFD 87-4 - Debt Service		8,205,351		26,626,717
509	Rancho Santa Margarita CFD 87-5B - Debt Service		3,140,033		5,660,533
511	Baker Ranch CFD 87-6 - Debt Service		1,270,262		2,207,587
513	Coto de Caza CFD 87-8 - Debt Service		3,332,413		5,434,913
515	Santa Teresita CFD 87-9 - Debt Service		863,175		1,531,850
517	Rancho Santa Margarita CFD 87-5C - Debt Service		1,848,855		2,828,855
519	Los Alisos CFD 87-7 - Debt Service		2,075,699		4,032,902
521	R. Santa Margarita CFD 87-5D (A) - Debt Service		1,601,677		2,354,053

9C3 Funds

Agency Number	Community Facility Districts	FY 2003-2004 Appropriations	FY 2003-2004 Revenue
527	Portola Hills CFD 87-2 (A of 1991) -Debt Service	0	0
533	CFD 01-1 Ladera - Debt Service	2,220,686	5,924,486
547	CFD 00-1 (Series A of 2000) Ladera -Debt Service	2,176,155	5,583,030
549	R. S. Margarita CFD 87-5E (A of 1993) - Debt Service	1,413,132	2,628,573

